California Fair Political Practices Commission

January 19, 1989

Ms. Betty Presley 1251 E. Dyer Road Suite 100 Santa Ana, CA 92705

Dear Betty:

T-89-041

This letter is to confirm the conclusion of our telephone conversation on January 19, 1989. You wanted confirmation regarding the Proposition 73 limits on receipt of contributions by political committees for purposes other than contributing to candidates. Government Code Section 85303(c) provides:

Nothing in this Chapter shall limit a person's ability to provide financial support to one or more political committees or broad based political committees provided that the support is used for purposes other than making contributions directly to candidates for elective office.

The Commission staff has been recommending that political committees may want to create separate bank accounts for receipt of funds which will be used for making contributions to candidates and for funds which are <u>not</u> used for making contributions to candidates.

If you have further questions, you may call me at (916) 322-5662.

Sincerely,

Bruce W. Robeck

Political Reform Consultant

Bruce W. Robert